S. F. No. 1556-2-59-3M. 56103.

PORT OF ENGINEER 8,3

STATE OF WASHINGTON OFFICE OF COMMISSIONER OF PUBLIC LANDS

Olympia, July 28, 1959

1-1-1960

To the Honorable Commissioner of Public Lands, Olympia, Wash.:

SR: I herewith submit the following report on Application No. H.A. 1783 by John B. Verhelst, 2606 Holman Street, Bremerton, Washington to lease the harbor area in front of Tracts 1 and 11 and intervening Renn Stroll, Supplemental Plat of Bayview Garden Tracts, a recorded plat in Government Lot 1, Section 14, and Government Lot 7, Section 11, all in Township 24 North, Range 1 East, W.M., located in the City and Port of Bremerton (District No. 1), in Kitsap County.

The desired tidelands were last included in Harbor Area Lease No. 1352 issued to the Western Gas Company of Washington for a term of 15 years from November 25, 1945 at an annual rental of \$96.90 for the period 1945 to 1951, and \$120.00 for the period 1952 to 1959 under application No. H.A. 1386. The said Harbor Area Lease No. 1352 was cancelled by Commissioner's Order dated February 10, 1959.

The portion of Harbor Area Lease No. 1352 fronting said Tract 11, Supplemental Plat of Bayview Garden Tracts was sub-leased to Helen B. Bresman on October 18, 1950 for a term to expire November 25, 1960 in conjunction with the expiration date of said Harbor Area Lease No. 1352. As Lease No. 1352 was cancelled prior to expiration date at the request of the lessee, it is possible that Helen B. Bresman, last known address being Box 694, Port Orchard, Washington may still be interested in the leasing of the portion fronting said Tract 11. When inspecting this application, please endeavor to contact Helen B. Bresman to ascertain her wishes in this matter.

The exhibits submitted with application No. H.A. 1386 have been brought forward to apply on this application.

The Kitsap County Assessor by letter dated June 2, 1959 placed a valuation of \$2,000.00 on the desired area.

The Port Of Bremerton have not answered the Departments letter of May 26, 1959 requesting their recommendations re this application.



for a term of 20 years, that he is the owner of the abutting lands, and that improvements on the area consist of a dock and piling of no value, claimed by the State of Washington.

All harbor area lying in front of Tracts 1 and 11 and intervening Renn Stroll, Supplemental Plat of Bay View Garden Tracts in Government Lot 7, Section 11, and Government Lot 1, Section 14, Township 24 North, Range 1 East, W. M., lying between two lines produced at right angles across the harbor area to the outer harbor line, one passing through the meander corner of said Sections 11 and 14, and the other through the point of intersection of the west line of said Tract ll with the inner harbor line, as shown on the official maps of Bremerton Tide Lands on file in the office of the Commissioner of

> Length along inner harbor line Average width of Harbor area

430 feet 472.5 feet 190 feet

Total Area

81,700 sq. ft. or 1.88 acres.

Respectfully submitted,

M. EL BOWLER, Supervisor Civil Engineering Division

RCC MWH: mb App. No. H.A. 1783 CBY.

STATE OF WASHINGTON COUNTY OF THIRSTON SS

| ä | Carried or Transaction Country of Entering Co. |
|---|--|
| | THIS INDENTURE, Made this Sth day of December , A. D. 19459 |
| | by and between the State of Washington, party of the first part, lessor, and |
| | JOHN B. VERHELST , part y of the second part, lessee |
| | WITNESSETH, That the State of Washington, lessor, does hereby lease, demise and let unto |
| | said party of the second part the following described property, situate in said State, County of |
| | Kitsap , and being that part of the harbor area in front of the |
| | following described property, to-wit: |

ket Tracts 1 and 11 and intervening Renn Stroll, Supplemental Plat
of Bayview Garden Tracts,

kendsx
and more particularly described as follows:

All harbor area lying in front of Tracts 1 and 11 and intervening Renn Stroll, Supplemental Plat of Bay View Garden Tracts in Government Lot 7, Section 11, and Government Lot 1, Section 14, Township 24 North, Range 1 East, W.M., lying between two lines produced at right angles across the harbor area to the outer harbor line, one passing through the meander corner of said Sections 11 and 14, and the other through the point of intersection of the west line of said Tract 11 with the inner harbor line, as shown on the official maps of Bremerton Tide Lands on file in the office of the Commissioner of Public Lands at Olympia, Washington.

Annual rental, \$ 120.00 (first period)

Payable December 8

Application No. NA 1783

him PRODE NEAD the fall

To have and to hold for the term of Ten (10) years from the date of this instrument, for the purpose of building and maintaining upon the above described harbor area, wharves, docks and other structures for the convenience of navigation and commerce, as may be determined by legislative enactment or by rule of the Commissioner of Public Lands.

This indenture is executed in consideration of the covenants and stipulations herein contained, and of the payment annually in advance of rental in the amount Six (6) % of the true value, in money, of the harbor area (exclusive of improvements) as fixed by the assessor of Kitsap County in accordance with the provisions of Sec. 5, Chap. 171 of the Laws of 1923 as follows:

"The assessor shall thereupon in accordance with section 11121 of Remington's Compiled Statutes determine the true and fair value in money of such harbor area (exclusive of the improvements thereon) as of March 1st preceding the date of the filing of such application and certify the same to the commissioner. Such value shall be the basis of rental until the assessor's next valuation as herein provided. The assessor shall thereafter in every even numbered year as of March 1st place a valuation on such harbor area (exclusive of improvements) in accordance with said section 11121, Remington's Compiled Statutes, and certify the same to the commissioner and such valuation shall be the basis of rental for the two-year period following such valuation."

The State of Washington shall have the right to regulate, either under rules established by the Commissioner of Public Lands, or by legislative enactment, or by both methods, the rates of wharfage, dockage and other tolls, to be imposed by the lessee..... upon commerce for any of the purposes for which said leased harbor area may be used, and to change such regulations and rates from time to time, and the right to prevent by such means and in such manner as it may adopt, extortion, discrimination, unequal or exclusive privileges, and to cancel this lease for the violation of any law, rule, regulation or order governing the same.

The State of Washington shall have the power by the Commissioner of Public Lands to cancel this lease upon a breach of any of its conditions by the lessee..... or for the failure or refusal of the said lessee..... to erect, within a reasonable time hereafter, and continuously to operate and maintain in and upon the above described harbor area the wharves, buildings or other structures described and represented in the exhibits of improvements proposed to be erected therein by said lessee...., which have heretofore been filed with the Commissioner of Public Lands, or as altered with the consent and approval of said Commissioner entered upon his records.

The State of Washington reserves unto itself, port district, county, city or other public agency in the territory where the portion of the harbor area described in this lease is located, the right to assume and thereafter hold this lease upon acquirement of the tide lands contiguous thereto and fronting thereon, without any value for said lease except for improvements thereon: Provided, That this covenant shall not be held to apply to any cancellation of this lease ordered by the Commissioner of Public Lands on account of fraud or breach of any of the covenants of this lease, or a failure to file and keep therewith a good and sufficient bond as provided by law, but in such case the improvements upon the said leased area shall become the property of the State.

The lessee shall not make or suffer to be made any artificial filling in of said leased area or any deposit of rock, earth, ballast, refuse, garbage or other matter within such area, except as provided by law or as approved in writing by the Commissioner of Public Lands.

If the said lessee shall fail to pay to the State the rental hereinbefore provided on the date when the same is due, or within sixty days thereafter, the Commissioner of Public Lands may declare this lease canceled and all rights or claims of the said lessee under this lease in and to the said area or in or to any improvement therein or thereon, shall immediately thereupon vest in the State of Washington.

The lessee herein shall not sub-let the whole or any part of said leased area except upon the written permission of the Commissioner of Public Lands.

All the conditions and covenants set forth in this indenture are declared to be of the essence of the contract, and a breach of any one is a breach of the whole.

Executed in duplicate this day and year above written.

THE STATE OF WASHINGTON.

Commissioner of Public Lands.

P.O. Address 2606 Holman Street Bremerton

Kitsap County, State of Washington

| STATE OF WASHINGTON, | |
|---|---|
| County of | 88. |
| We, | |
| of | , as principal , and we, |
| | |
| ourselves indebted to the State and to the payment of which we | ashington, County of, do confess of Washington in the penal sum of Five Hundred (\$500) Dollars, are held and firmly bound, and do by these presents bind ourselves, utors, administrators or assigns, jointly and severally, firmly by |
| Sealed with our seals this | day of , A. D. 194 |
| bond did enter into a certain leas tached and made part of this ins part of this instrument), whereb Washington the part, lot or parc upon all the conditions set up in lessee, the principal, herei scribed in the said lease and con shall be considered satisfied and | bligation is such that, Whereas, the principal, in the foregoing se and contract with the State of Washington (which is hereto attrument, and all the conditions of which are written into and made by the above bounden principal |
| The foregoing bond and the | sureties thereon approved this to the day of 1942, 1946. |
| то ве | EXECUTED BY SURETIES ONLY |
| being first duly sworn, each for citizen of the State of Washingto bonds or becoming a surety; that obligation as surety, and that the purposes therein mentioned; that | himself, and not one for the other, deposes and says: That he is a on and is not barred by any statute of said State from executing the is one of the persons named in and who executed the foregoing we same is his free and voluntary act and deed for the uses and the is worth the sum of \$500.00, over and above all his just debts erty situated in said State and not exempt from sale on execution |
| Subscribed and sworn to be | fore me this 4 day of January, A.D. 1960 Auc O. Author Notary Public in and for the State of Washington, |

DUPLICATE No. 1763 LEASE AND BOND Harbor Areas STATE OF WASHINGTON TO JOHN B. VERHELST Address 2606 Holman Street Bremerton, Washington Harbor of Bremerton Application No. HA 1783 2418-5

NOTE: INSPECTOR READ AND REMEMBER—Answer every question fully, or if it does not apply to the case check it, thus indicating it has not been overlooked. If you do not find sufficient space following question, number question and complete answer under "General Report." Inspector, remember you do not appraise values. You merely furnish information that will enable the Department to determine values.

GENERAL REMARKS

This area was inspected at 3:00 PM on September 23, 1959 by John Kingsbury and Don Morris. Mr. Verhelst was contacted and showed the desired area to us.

Western Gas Company has discontinued the production of gas on the site, so no longer need the harbor area lease. Mr. Verhelst is negotiating to purchase the portion of the gas companies uplands that are immediately adjacent to the meander line and has already purchased the up lands owned by Helen Bresnan.

We controted Helen Brassan (now Nelen Matz, 3731 Probble St, Branerten, Wash.) and althoran some has sold her uplands to Mr. Verhelst, and althoran the Gos Company has cancelled the lease, she feels that her sublease should still run until Nov. 25, 1960. She also states that she leased the land (subleased?) from the state and that the Des Company then forfaited all interest in it, it has been and is listed under her name on the tax rolls and that she has been paying the taxes on it. She states that she will have her attorney check on it within the next ten days.

Any suditional information this office can secure will be forwarded immediately.

All other data in the puplication was found to be correct, except that Mr. Verhelst has not yet completed negotiations to purchase the Western Gas Co. property.

Since the applicant is now the Richfield Oil Oc. distributor and desires the lease to enable him to install a new Bulk Plant, we recommend that this lease be granted.

